#### SECOND REGULAR SESSION

# **HOUSE BILL NO. 1549**

## 91ST GENERAL ASSEMBLY

### INTRODUCED BY REPRESENTATIVE LAWSON.

Read 1st time January 21, 2002, and 1000 copies ordered printed.

TED WEDEL, Chief Clerk

3788L.01I

## AN ACT

To repeal sections 247.030, 247.031, 247.040, 247.085, 247.215, 247.217, and 247.220, RSMo, and to enact in lieu thereof seven new sections relating to public water supply districts.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Sections 247.030, 247.031, 247.040, 247.085, 247.215, 247.217, and

- 2 247.220, RSMo, are repealed and seven new sections enacted in lieu thereof, to be known as
- 3 sections 247.030, 247.031, 247.040, 247.085, 247.215, 247.217, and 247.220, to read as follows:
- 247.030. 1. Territory that may be included in a district sought to be incorporated or
- 2 enlarged may be wholly within one or in more than one county, may take in school districts or
- parts thereof, and cities that do not have a waterworks system or cities whose governing body
   has by a majority vote requested that the city or part thereof be included within the boundaries
- 5 of a public water supply district. For the purpose of this section, "city" means any city, town or
- 6 village. The territory, however, shall be contiguous, and proceedings to incorporate shall be in
- 7 the circuit court of the county in which the largest acreage is located. No two districts shall
- 8 overlap.
- 9 2. Any two or more contiguous districts or any city and a contiguous district may, if there
- are no outstanding general obligation bonds relating to drinking water supply projects in either entity, by a majority vote of the governing body of each entity, provide for territory located in
- one entity to be annexed and served by the entity contiguous to the annexed territory. Notice of
- the proposed annexation shall be filed with the circuit court that originally issued the decree of
- 14 incorporation for a district which is detaching territory through the proposed annexation or with
- 15 the circuit court that originally issued the decree of incorporation for a district which is including

**EXPLANATION** — Matter enclosed in **bold** faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

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a city or part thereof through the proposed annexation. The court shall set a date for a hearing on the proposed annexation and shall cause notice to be published in the same manner as for the 17 18 filing of the original petition for incorporation; except that publication of notice shall not be 19 required if a majority of the landowners in the territory proposed to be annexed consent in writing, and if notice of the hearing is posted in three public places within the territory proposed 20 21 to be annexed at least seven days before the date of the hearing. If publication of the notice is 22 not required pursuant to this section, the court shall only approve the proposed annexation if 23 there is sworn testimony by at least five landowners in the area of the proposed annexation, or 24 a majority of the landowners, if there are fewer than ten landowners in the area. If the court, after 25 the hearing, finds that the proposed annexation would not be in the public interest, it shall order that the annexation not be allowed. If the court finds the proposed annexation to be in the public 26 27 interest, it shall approve the annexation [and the territory shall be detached from the one entity 28 and annexed to the other]; provided that, if all or part of a city is being acquired by a 29 district, the requirements of section 88.770, RSMo, must first be met by the city. In the 30 event that the district or city from which territory is being detached has outstanding 31 contractual liquidated obligations or revenue bonds for debt that pertains to its water 32 system that are unpaid, the acquiring district or city shall show to the court that it will pay 33 or assume and agree to pay that proportion of the sum of all such existing contractual 34 liquidated obligations and of all unpaid revenue bonds, with interest thereon to date, as the assessed valuation of the real and tangible personal property within the area annexed bears 35 to the assessed valuation of all the real and tangible personal property of the entire district 37 or city from which the annexed area is being acquired, unless the entities agree otherwise 38 and the court finds that such agreement adequately protects the holders of such obligations and bonds. Upon the court finding that all of such requirements have been met, the court 40 shall order the territory to be attached to the annexing entity and detached from the other entity. After the annexation is approved, the circuit court in which each district involved in the 41 42 proceedings was incorporated shall amend the decree of incorporation for each district to reflect 43 the change in the boundaries as a result of the annexation and [to] redivide each district into five subdistricts, fixing their boundary lines so that each of the five subdistricts have approximately 44 the same area. A certified copy of the amended decree showing the boundary change and the 45 46 new subdistricts shall be filed in the office of the recorder of deeds and in the office of the county 47 clerk in each county having territory in the district and in the office of the secretary of state of the state of Missouri. 48

- 3. The boundaries of any district may be extended or enlarged from time to time upon the filing, with the clerk of the circuit court having jurisdiction, of a petition by either:
  - (1) The board of directors of the district and five or more voters **or landowners** within

52 the territory proposed to be annexed by the district; or

(2) **The board of directors of the district and** a majority of the landowners within the territory proposed to be annexed to the district.

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If the petition is filed by the board of directors of the district and five or more voters or landowners within the territory proposed to be annexed by the district, the same proceedings shall be followed as are provided in section 247.040 for the filing of a petition for the organization of the district, except that no election shall be held. Upon entry of a final order declaring the court's decree of annexation to be final and conclusive, the court shall modify or rearrange the boundary lines of the subdistricts as may be necessary or advisable. If the petition is filed by the board of directors of the district and a majority of the landowners within the territory proposed to be annexed, the publication of notice shall not be required, provided notice is posted in three public places within the territory proposed to be annexed at least seven days before the date of the hearing and provided that there is sworn testimony by at least five landowners in the territory proposed to be annexed, or a majority of the landowners if the total landowners in the area are fewer than ten. If the court finds that the annexation of such territory would be in the public interest, the court shall enter its order granting such annexation. Upon the entry of [a final] such order [declaring the court's decree of annexation to be final and conclusive], the court shall modify or rearrange the boundary lines of the subdistricts as may be necessary or advisable. The costs incurred in the enlargement or extension of the district shall be taxed to the district, if the district be enlarged or extended, otherwise against the petitioners; provided, however, that no costs shall be taxed to the directors of the district.

4. Should any [voter] landowner who owns real estate that abuts upon a district once formed desire to have such real estate incorporated in the district, the [voter] landowner shall first petition the board of directors thereof for its approval. If such approval be granted, the clerk of the board shall endorse a certificate of the fact of approval by the board upon the petition. The petition so endorsed shall be filed with the clerk of the circuit court in which the district is incorporated. It shall then be the duty of the court to amend the boundaries of such district by a decree incorporating the real estate in the same. A certified copy of this decree including the real estate in the district shall then be filed in the office of the recorder and in the office of the county clerk of the county in which the real estate is located, and in the office of the secretary of state. The costs of this proceeding shall be borne by the petitioning property owner.

247.031. 1. Territory included in a district that is not being served by such district may be detached from such district provided that there are no outstanding general obligation or special obligation bonds and no contractual obligations of greater than twenty-five thousand

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dollars for debt that pertains to infrastructure, fixed assets or obligations for the purchase of 5 water. If any such bonds or debt is outstanding, and the written consent of the holders of such bonds or the creditors to such debt is obtained, then such territory may be detached in spite of the existence of such bonds or debt, except such consent shall not be required for special 7 obligation bonds if the district has no water lines or other facilities located within any of the territory detached. Detachment may be made by the filing of a petition with the circuit court in 10 which the district was incorporated. The petition shall contain a description of the tract to be detached and a statement that the detachment is in the best interest of the district or the 12 inhabitants and property owners of the territory to be detached, together with the facts supporting such allegation. The petition may be submitted by the district acting through its board of directors, in which case the petition shall be signed by a majority of the board of directors of the district. The petition may also be submitted by voters residing in or by landowners owning land in the territory sought to be detached. If there are more than ten voters and landowners 17 in such territory, the petition shall be signed by five or more voters [residing in] or landowners within the territory; if there are less than ten voters [residing in] and landowners within such 18 19 territory, the petition shall be signed by fifty percent or more of the voters [residing in] and 20 landowners within the territory. In the event there are no voters living within such territory 21 proposed to be detached, then the petition may be submitted by owners of more than fifty percent 22 of the land in the territory proposed to be detached, in which case said petition shall be signed 23 by the owners so submitting the petition. 24

- COUNTY, MISSOURI.

  To all voters and landowners of land within the boundaries of the above-described
- To all voters and landowners of land within the boundaries of the above-described district:

You are hereby notified:

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1. That a petition has been filed in this court for the detachment of the following tracts of land from the above-named public water supply district, as provided by law: (Describe tracts of land).

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2. That a hearing on said petition will be held before this court on the ..... day of ......, 41 20 ..., at ...., ...m.

- 3. Exceptions or objections to the detachment of said tracts from said public water supply district may be made by any voter or landowner of land within the district from which territory is sought to be detached, provided such exceptions or objections are in writing not less than five days prior to the date set for hearing on the petition.
- - 3. The court, for good cause shown, may continue the case or the hearing thereon from time to time until final disposition thereof.
  - 4. Exceptions or objections to the detachment of such territory may be made by any voter or landowner within the boundaries of the district, including the territory to be detached. The exceptions or objections shall be in writing and shall specify the grounds upon which they are made and shall be filed not later than five days before the date set for hearing the petition. If any such exceptions or objections are filed, the court shall take them into consideration when considering the petition for detachment and the evidence in support of detachment. If the court finds that the detachment will be in the best interest of the district and the inhabitants and landowners of the area to be detached will not be adversely affected or if the court finds that the detachment will be in the best interest of the inhabitants and landowners of the territory to be detached and will not adversely affect the remainder of the district, it shall approve the detachment and grant the petition.
  - 5. If the court approves the detachment, it shall make its order detaching the territory described in the petition from the remainder of the district, or in the event it shall find that only a portion of said territory should be detached, the court shall order such portion detached from the district. The court shall also make any changes in subdistrict boundary lines it deems necessary to meet the requirements of sections 247.010 to 247.220. Any subdistrict line changes shall not become effective until the next annual election of a member of the board of directors
  - 6. A certified copy of the court's order shall be filed in the office of the recorder and in the office of the county clerk in each county in which any of the territory of the district prior to detachment is located, and in the office of the secretary of state. Costs of the proceeding shall be borne by the petitioner or petitioners.
- 247.040. 1. Proceedings for the formation of a public water supply district shall be substantially as follows: a petition in duplicate describing the proposed boundaries of the district sought to be formed, accompanied by a plat of the proposed district, shall be filed with the clerk of the circuit court of the county wherein the proposed district is situate, or with the clerk of the circuit court of the county having the largest acreage proposed to be included in the proposed

district, in the event that the proposed district embraces lands in more than one county. Such petition, in addition to such boundary description, shall set forth an estimate of the number of customers of the proposed district, the necessity for the formation of the district, the probable cost of the improvement, an approximation of the assessed valuation of taxable property within the district and such other information as may be useful to the court in determining whether or not the petition should be granted and a decree of incorporation entered. Such petition shall be accompanied by a cash deposit of fifty dollars as an advancement of the costs of the proceeding, and the petition shall be signed by not less than fifty voters **or owners of real property** within the proposed district and shall pray for the incorporation of the territory therein described into a public water supply district. The petition shall be verified by at least one of the signers thereof

- 2. Upon the filing of the petition, the same shall be presented to the circuit court, and such court shall fix a date for a hearing on such petition, as herein provided for. Thereupon the clerk of the court shall give notice of the filing of the petition in some newspaper of general circulation in the county in which the proceedings are pending, and if the district extends into any other county or counties, such notice shall also be published in some newspaper of general circulation in such other county or counties. The notice shall contain a description of the proposed boundary lines of the district and the general purposes of the petition, and shall set forth the date fixed for the hearing on the petition, which shall not be less than [fifteen] seven nor more than twenty-one days after the date of the last publication of the notice and shall be on some regular judicial day of the court wherein the petition is pending. Such notice shall be signed by the clerk of the circuit court and shall be published in three successive issues of a weekly newspaper or in twenty successive issues of a daily newspaper once a week for three consecutive weeks.
- 3. The court, for good cause shown, may continue the case or the hearing thereon from time to time until final disposition thereof.
- 4. Exceptions to the formation of a district, or to the boundaries outlined in the petition for the incorporation thereof, may be made by any voter **or owner** of **real property in** the proposed district; provided, such exceptions are filed not less than five days prior to the date set for the hearing on the petition. Such exceptions shall specify the grounds upon which the exceptions are being made.

If any such exceptions be filed, the court shall take them into consideration in passing upon the petition and shall also consider the evidence in support of the petition and in support of the exceptions made. Should the court find that the petition should be granted but that changes should be made in the boundary lines, it shall make such changes in the boundary lines as set forth in the petition as to the court may seem meet and proper, and thereupon enter its decree of

42 incorporation, with such boundaries as changed.

- 5. Should the court find that it would not be to the public interest to form such a district, the petition shall be dismissed at the costs of the petitioners. If, however, the court should find in favor of the formation of such district, the court shall enter its decree of incorporation, setting forth the boundaries of the proposed district as determined by the court pursuant to the aforesaid hearing. The decree of incorporation shall also divide the district into five subdistricts and shall fix their boundary lines, all of which subdistricts shall have approximately the same area and shall be numbered. The decree shall further contain an appointment of one voter from each of such subdistricts, to constitute the first board of directors of the district. No two members of such board so appointed or hereafter elected or appointed shall reside in the same subdistrict, except as provided in section 247.060. If no qualified person who lives in the subdistrict is willing to serve on the board, the court may appoint, or the voters may elect, an otherwise qualified person who lives in the district but not in the subdistrict. The court shall designate two of such directors so appointed to serve for a term of two years and one to serve for a term of one year. And the directors thus appointed by the court shall serve for the terms thus designated and until their successors shall have been appointed or elected as herein provided. The decree shall further designate the name and number of the district by which it shall hereafter be officially known.
- 6. The decree of incorporation shall not become final and conclusive until it shall have been submitted to the voters residing within the boundaries described in such decree and until it shall have been assented to by a majority of the voters as provided in subsection 9 of this section or by two-thirds of the voters of the district voting on the proposition. The decree shall provide for the submission of the question and shall fix the date thereof. The returns shall be certified by the judges and clerks of election to the circuit court having jurisdiction in the case and the court shall thereupon enter its order canvassing the returns and declaring the result of such election.
- 7. If, upon canvass and declaration, it is found and determined that the question shall have been assented to by a majority of two-thirds of the voters of the district voting on such proposition, then the court shall, in such order declaring the result of the election, enter a further order declaring the decree of incorporation to be final and conclusive. In the event, however, that the court should find that the question had not been assented to by the majority above required, the court shall enter a further order declaring such decree of incorporation to be void and of no effect. No appeal shall lie from any such decree of incorporation nor from any of the aforesaid orders. In the event that the court declares the decree of incorporation to be final, as herein provided for, the clerk of the circuit court shall file certified copies of such decree of incorporation and of such final order with the secretary of state of the state of Missouri, and with

the recorder of deeds of the county or counties in which the district is situate and with the clerk of the county commission of the county or counties in which the district is situate.

- 8. The costs incurred in the formation of the district shall be taxed to the district, if the district be incorporated otherwise against the petitioners.
- 9. If petitioners seeking formation of a public water supply district specify in their petition that the district to be organized shall be organized without authority to issue general obligation bonds, then the decrees relating to the formation of the district shall recite that the district shall not have authority to issue general obligation bonds and the vote required for such a decree of incorporation to become final and conclusive shall be a simple majority of the voters of the district voting on such proposition.
- 247.085. 1. The board of directors of any public water supply district which is dependent upon purchases of water to supply its needs shall have power to sell and convey part or all of the property of the district to any city, owning and operating a waterworks system, in consideration whereof the city shall obligate itself to pay or assume the payment of all outstanding bond obligations of the district, and to provide reasonable and adequate water service and furnish water ample in quantity for all needful purposes, and pure and wholesome in quality, to the inhabitants of the territory lying within the district, during such period of time and under such terms and conditions as may be agreed upon by the city and the board of directors of the district; provided, however, that no action shall be taken as provided herein until said city and public water supply district shall cause a printed notice of their intention to act under this section to be published in a manner prescribed for by law in a newspaper having a general circulation in said city and public water supply district, and a statement of the time and manner of said publication shall be recited in any agreement or contract executed hereunder.
- 2. Thereafter the board of directors may sell and convey any remaining property of the district and after payment of the debts of the district, other than bond obligations, the board of directors may use the funds of the district for the purpose of providing fire protection or for any other public purpose which in the opinion of the board will be beneficial to the inhabitants of the district, or in the event that the board of directors sells part or all of the water system of the district to any city as provided in this section, and the district has not had general obligation bonds outstanding within five years preceding the date of such sale, the board of directors may distribute to the water users of the district as of the date of the sale of the water system of the district to such city all or any portion of such funds, after payment of all debts, other than bond obligations, on a pro rata basis. For the purposes of this subsection, any purchaser of water from such district for resale and any purchaser of water who has not purchased water from the district continuously for twelve consecutive months immediately preceding the date of such sale shall not be considered a water user

## 27 and shall not receive any payment pursuant to this subsection.

247.215. 1. The board of directors of any public water supply district which is dependent upon purchases of water to supply its needs may sell and convey part or all of its water mains, plant, real estate, or equipment to any water corporation as defined in section 386.020, RSMo, if all bonds of the district, whether general obligation bonds constituting a lien on the property within the district or special obligation or revenue bonds constituting a lien on the income and revenues arising from the operation of the water system:

(1) Are to be paid in full, or

- (2) A sum sufficient to pay all of such bonds together with interest accrued or to accrue thereon, together with all other items of expense incident to the payment of such bonds, shall be set aside from the proceeds of said sale and deposited with the fiscal agent named in the bonds for the purpose of full payment.
- 2. After the board of directors of any public water supply district has entered into a contract to sell part or all of its water mains, plant, real estate or equipment, pursuant to this section, an application shall be made by said board of directors to the circuit court which originally incorporated the district, which application shall set forth a copy of the contract entered into by the parties, and the facts concerning the bondholders and their rights, and requesting an order of the court approving or disapproving the contract.
- 3. Upon the filing of the application, the court shall set a time for the hearing thereof and shall order a public notice setting forth the nature of the application, a description of the property to be sold, and the time and place for the hearing, to be published for three weeks consecutively, in a newspaper of general circulation in the county in which the application is pending, the last publication to be not more than five days before the date set for the hearing.
- 4. If the court finds that the contract provides for the sale of all of the mains, plants, real estate and equipment of the district and protects the bondholders' rights, and also provides for the rendering of the necessary water service in the territory embracing the district, and is in the best interest of the residents and property owners of the district, it shall, by its decree, approve the contract and order dissolution of the district, provided that such dissolution is assented to by a two-thirds majority of the voters of the district, voting on the question and provided further, that the dissolution of the district shall not become final until after all its debts have been paid and the disposition of funds of the district has been fully carried out as hereinafter provided to the satisfaction of the court, after which a final decree may be entered.
- 5. If such water supply district has had general obligation bonds outstanding within five years preceding the date of assent of a two-thirds majority of the voters of the district approving the dissolution of the district, such water supply district shall not be finally dissolved, upon the sale of all of its assets, until final liquidation thereof and until the trustees

of the district have first paid to the collector of the county, or counties, in which the district is located all of its remaining funds which shall be applied pro rata toward the payment and satisfaction of the taxes of the residents and property owners of the district on their respective personal and real property tax bills for the next ensuing year or years. In the event that the sum of money so paid to the collector would amount to less than the equivalent of one cent reduction in the tax rate and thus impose upon the collector a cost burden in excess of the money so paid, then and in that event said funds shall be paid over to the treasurer of the various school districts having real estate within the said water supply district in the ratio that the assessed valuation of such school district bears to the whole assessed valuation of the water supply district.

- 6. If such water supply district has not had general obligation bonds outstanding within five years preceding the date of assent by a two-thirds majority of the voters of the district approving the dissolution of the district, such water supply district shall not be finally dissolved, upon the sale of all of its assets, until final liquidation thereof and until the trustees of the district have first paid to the water users of the district as of the date of such assent all of the remaining funds of the district on a pro rata basis. For purposes of this subsection, any purchaser of water from such district for resale and any purchaser of water who has not purchased water from the district continuously for twelve consecutive months immediately preceding the date of such assent shall not be considered a water user and shall not receive any payment pursuant to this subsection.
- 247.217. 1. Any two or more contiguous public water supply districts organized under the provisions of sections 247.010 to 247.220 may be consolidated into a single district by a decree of the circuit court in which the district with the largest acreage was originally incorporated and organized.
- 2. Proceedings for consolidation of such districts shall be substantially as follows: The board of directors of each of the districts to be consolidated shall authorize, by resolution passed at a regular meeting or a special meeting called for such purpose, its president, on behalf of the district, to petition the circuit court having jurisdiction for consolidation with any one or more other contiguous public water supply districts.
- 3. Such petition shall be filed in the circuit court having jurisdiction and the court shall set a date for a hearing thereon and the clerk shall give notice thereof in some newspaper of general circulation in each county in which each of the districts proposed to be consolidated is located.
  - 4. Such notice shall be substantially as follows:

IN THE CIRCUIT COURT OF ......

COUNTY, MISSOURI

NOTICE OF THE FILING OF A PETITION FOR

18	CONSOLIDATION OF PUBLIC WATER SUPPLY
19	DISTRICT NO, OF COUNTY,
20	MISSOURI, AND PUBLIC WATER SUPPLY DISTRICT
21	NO, OF COUNTY, MISSOURI
22	(Additional districts may be named as required.)
23	To all voters, landowners, and interested persons within the boundaries of the
24	above-described public water supply districts:
25	You are hereby notified:
26	1. That a petition has been filed in this court for the consolidation of the
27	above-named public water supply districts into one public water supply district, as provided
28	by law.
29	2. That a hearing on said petition will be held before this court on the day of,
30	[19] <b>20</b> , at,m.
31	3. Exceptions or objections to the consolidation of said districts may be made by any
32	voters or landowners of any of such districts proposed to be consolidated, provided such
33	exceptions or objections are filed in writing not less than five days prior to the date set for the
34	hearing on the petition.
35	4. The names and addresses of the attorneys for the petitioner are:
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37	Clerk of the Circuit Court of
38	County, Missouri
39	5. The notice shall be published in three consecutive issues of a weekly newspaper in
40	each county in which any portion of any district proposed to be consolidated lies, or in lieu
41	thereof, in twenty consecutive issues of a daily newspaper in each county in which any
42	portion of any district proposed to be consolidated lies; the last insertion of such notice to be
43	made not less than seven nor more than twenty-one days before the hearing.
44	6. The court, for good cause shown, may continue the case or the hearing thereon
45	from time to time until final disposition thereof.
46	7. Exceptions or objections to the consolidation of such districts may be made by any
47	voter <b>or landowner</b> within the boundaries of the proposed district. The exceptions or
48	objections shall be in writing and shall specify the grounds upon which the same are made
48 49	objections shall be in writing and shall specify the grounds upon which the same are made and shall be filed not later than five days before the date set for hearing the petition. If any
49 50	and shall be filed not later than five days before the date set for hearing the petition. If any such exceptions or objections are filed, the court shall take them into consideration in passing
49	and shall be filed not later than five days before the date set for hearing the petition. If any such exceptions or objections are filed, the court shall take them into consideration in passing upon the petition for consolidation and shall also consider the evidence in support of the
49 50	and shall be filed not later than five days before the date set for hearing the petition. If any such exceptions or objections are filed, the court shall take them into consideration in passing

54 the district, it shall, by its decree, approve such consolidation. The decree of consolidation shall set an effective date for the consolidation of the districts and shall provide that the 55 proposed consolidated district shall be divided into five subdistricts and shall fix boundary 56

- 57 lines of each subdistrict, all of which subdistricts shall have approximately the same area and
- 58 shall be numbered.

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- 59 8. The decree of consolidation shall not become final and conclusive until it has been 60 submitted to voters in each of the districts proposed to be included in the consolidated 61 district.
- 9. If, upon canvass and declaration of the results, it is found and determined that the question has been assented to by a majority of the voters of each district voting on the question, the court shall issue its order declaring the results of the elections, declaring its previous decree of consolidation to be final and conclusive, and in addition, the decree shall provide for an election of a director from each of the subdistricts set forth in the decree of the 67 court as specified in subsection 7 of this section. The terms of office for the directors elected at such election shall be as follows: The director elected from the subdistrict designated by the circuit court as number one shall serve until the next regular election, or until his 70 successor has been elected and qualified; those directors elected from the subdistricts designated by the circuit court as numbers two and three shall serve until the regular election 72 following the next regular election or until their successors have been elected and qualified; 73 those directors elected from the subdistricts designated by the circuit court as numbers four and five shall serve until the annual regular election following the next two regular elections, or until their successors have been elected and qualified. Thereafter all directors shall be 76 elected as provided by sections 247.010 to 247.220. The election shall be held at least thirty days before the effective date of the consolidation. The returns shall be certified by the judges and clerks of election to the circuit court having jurisdiction and the court shall thereupon enter its order naming the directors from each subdistrict.
  - 10. The eligibility and requirements for a director for a consolidated district shall be identical with those set forth in section 247.060 and no two members of the board shall reside in the same subdistrict. Any candidate shall have his name imprinted upon the ballot, provided he shall file a declaration of intention to become such a candidate with the clerk of the circuit court.
  - 11. In its final decree, the court shall designate a name for the consolidated district which shall be as follows: Consolidated Public Water Supply District No. ....., of...... County, Missouri.
  - 12. On the effective date of the consolidation of the districts, the newly elected directors shall organize in the same manner as is provided in sections 247.010 to 247.220,

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and all of such provisions shall apply to consolidated public water supply districts in the same
 manner as to other public water supply districts.

- 13. At the time of the effective date of the consolidation, all the property of the original districts shall be combined and administered as one unit, which shall be subject to the liens, liabilities and obligations of the original districts, provided that if any district included in the consolidated district has issued general obligation bonds which are outstanding at the time of the consolidation, any taxes to be levied to pay the bonds and interest thereon shall be levied only upon the property within the original district issuing the bonds as it existed on the date of such issuance. All special obligation or revenue bonds issued by any district included in the consolidated district shall be paid in accordance with the terms thereof, without preference, from the revenue received by the consolidated district.
- 14. A certified copy of the decrees of the court shall be filed in the office of the recorder and in the office of the county clerk in each county in which any part of the consolidated district is located, and in the office of the secretary of state. Such copies shall be filed by the clerk of the circuit court and the filing fees shall be taxed as costs.

247.220. 1. Proceedings for the dissolution of a public water supply district shall be substantially the same as proceedings for the formation of such a district, as follows: A petition describing the boundaries of the district sought to be dissolved shall be filed with the 4 clerk of the circuit court of the county wherein the subject district is situate, or with the clerk 5 of the circuit court of the county having the largest acreage within the boundaries of the subject district, in the event that the subject district embraces lands in more than one county. Such petition, in addition to such boundary description, shall allege that further operation of the subject district is inimicable to the best interests of the inhabitants of the district, that the district should, in the interest of the public welfare and safety, be dissolved, that an alternative water supplier is available and better able to supply water to the inhabitants of the 10 district, and such other information as may be useful to the court in determining whether [or not] the petition should be granted and a decree of dissolution entered. Such petition shall also include a detailed plan for payment of all debt and obligations of the district at the 14 time of dissolution. Such petition shall be accompanied by a cash deposit of fifty dollars as 15 an advancement of the costs of the proceeding and the petition shall be signed by not less than one-fifth of the registered voters from each subdistrict, or fifty registered voters from 17 each subdistrict, whichever is less, within the subject district. The petition shall be verified by at least one of the signers thereof and shall be served upon the board of directors of the 18 19 district as provided by law. The district shall be a party, and if the board of directors 20 in its discretion determines that such dissolution is not in the public interest, the district 21 shall oppose such petition and pay all cost and expense thereof.

2. Upon the filing of the petition, the same shall be presented to the circuit court, and such court shall fix a date for a hearing on such petition, as provided in this section. Thereupon, the clerk of the court shall give notice of the filing of the petition in some newspaper of general circulation in the county in which the proceedings are pending, and if the district extends into any other county or counties, such notice shall also be published in some newspaper of general circulation in such other county or counties. The notice shall contain a description of the subject boundary lines of the district and the general purposes of the petition, and shall set forth the date fixed for the hearing on the petition, which shall not be less than [fifteen] seven nor more than twenty-one days after the date of the last publication of the notice and shall be on some regular judicial day of the court wherein the petition is pending. Such notice shall be signed by the clerk of the circuit court and shall be published in three successive issues of a weekly newspaper or in twenty successive issues of a daily newspaper.

- 3. The court, for good cause shown, may continue the case or the hearing thereon from time to time until final disposition thereof.
- 4. Exceptions to the dissolution of a district may be made by any voter **or landowner** of the [subject] district[;], **and by the district as herein** provided[,]; such exceptions [are] **shall be** filed not less than five days prior to the date set for the hearing on the petition. Such exceptions shall specify the grounds upon which the exceptions are filed and the court shall take them into consideration in passing upon the petition and shall also consider the evidence in support of the petition and in support of the exceptions made. **Unless petitioners prove absolutely that all debts and financial obligations of the district can be paid in full upon dissolution, the petition shall be dismissed at the cost of the petitioners.**
- 5. Should the court find that it would not be to the public interest to dissolve a district, the petition shall be dismissed at the costs of the petitioners. If, however, the court should find in favor of the petitioners, the court shall enter its interlocutory decree of dissolution which decree shall provide for the submission of the question to the voters of the district in substantially the following form:

Shall .... Public Water Supply District be dissolved?

6. The decree of dissolution shall not become final and conclusive until it shall have been submitted to the voters residing within the boundaries described in such decree and until it shall have been assented to by a majority of [four-sevenths] **two-thirds** of the voters of the district voting on the proposition. The decree shall provide for the submission of the question and shall fix the date thereof. The returns shall be certified by the election authority to the circuit court having jurisdiction in the case and the court shall thereupon enter its order canvassing the returns and declaring the result of such election.

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58 7. If, upon canvass and declaration, it is found and determined that the question shall 59 have been assented to by a majority of [four-sevenths] two-thirds of the voters of the district 60 voting on such proposition then the court shall, in such order declaring the result of the 61 election, enter a further order declaring the decree of dissolution to be final and conclusive. 62 In the event, however, that the court should find that the question had not been assented to by 63 the majority required, the court shall enter a further order declaring such decree of dissolution 64 to be void and of no effect. No appeal shall lie from any of the aforesaid orders. In the event 65 that the court declares the decree of dissolution to be final, as provided in this section, the clerk of the circuit court shall file certified copies of such decree of dissolution and of such 66 67 final order with the secretary of state of the state of Missouri, and with the recorder of deeds of the county or counties in which the district is situate and with the clerk of the county 68 69 commission of the county or counties in which the district is situate.

8. Notwithstanding anything in this section to the contrary, no district shall be dissolved until after all of its debts shall have been paid, and the court, in its decree of dissolution, shall provide for the disposition of the property of the district.